

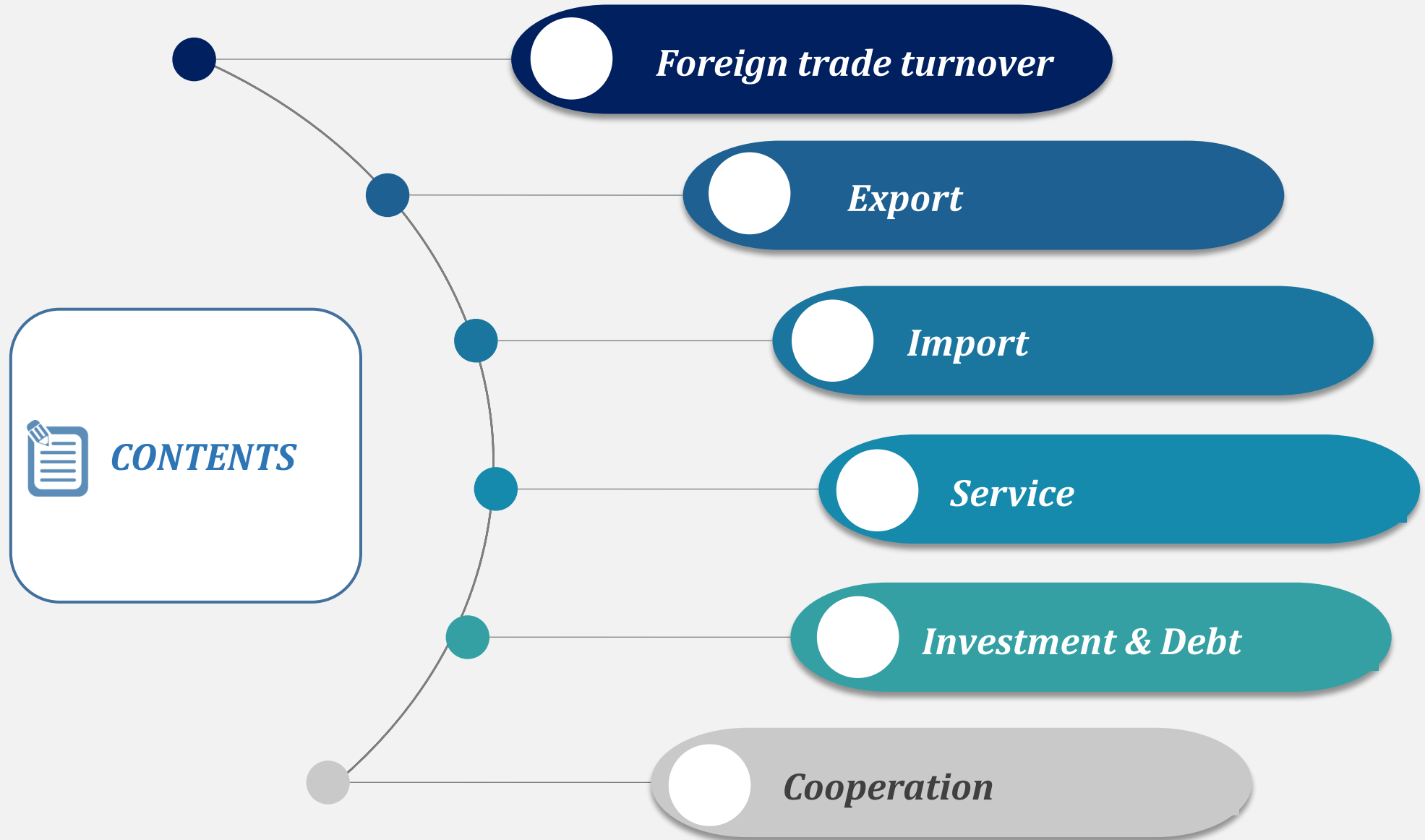


MONGOLIA – UNITED KINGDOM

TRADE AND ECONOMIC REVIEW

January 2024

Research and Statistics Department
The Bank of Mongolia



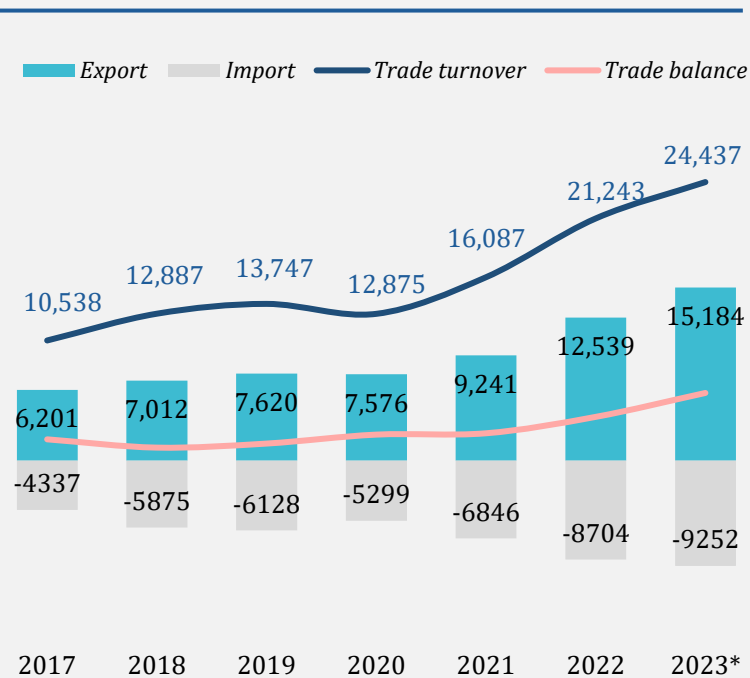
FOREIGN TRADE TURNOVER



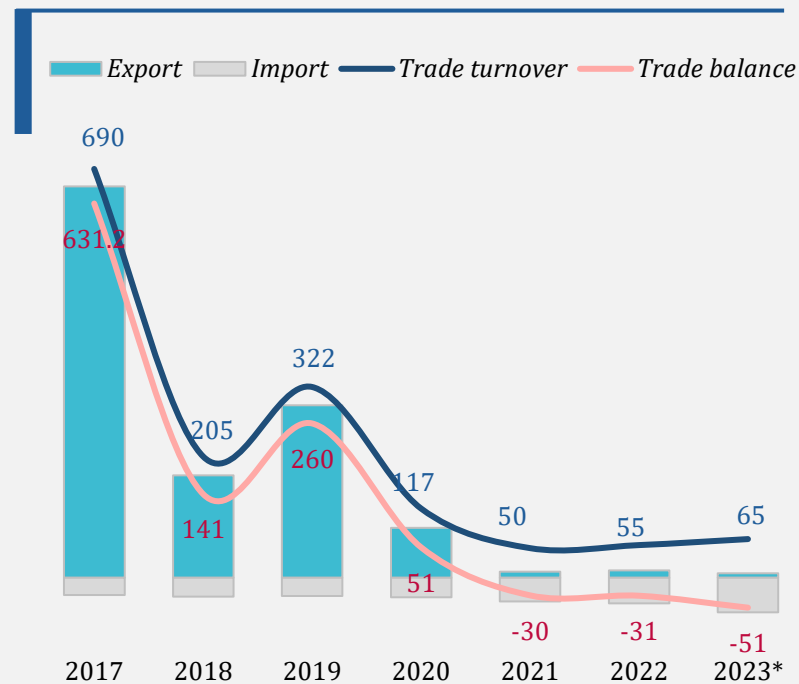
Trade turnover between the two countries reached its highest at **690.0 million USD** in 2017 and reached **65.0 million USD** in 2023.

- ❖ The trade deficit between the two countries reached -51 million USD in 2023.
- ❖ United Kingdom is Mongolia's 19th largest trading partner.

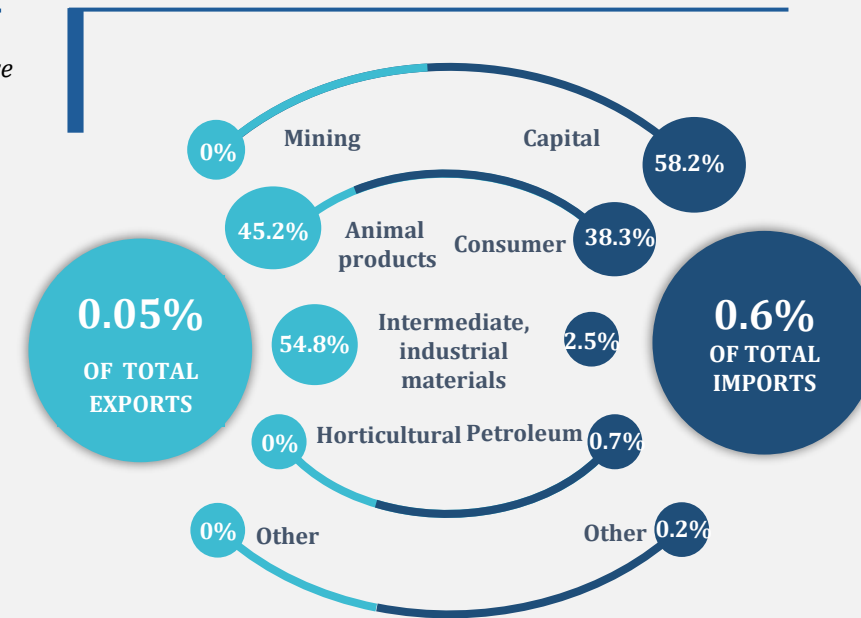
Mongolia's foreign trade balance, million USD



Mongolia's trade with the UK, million USD



Export and import structure, 2023*



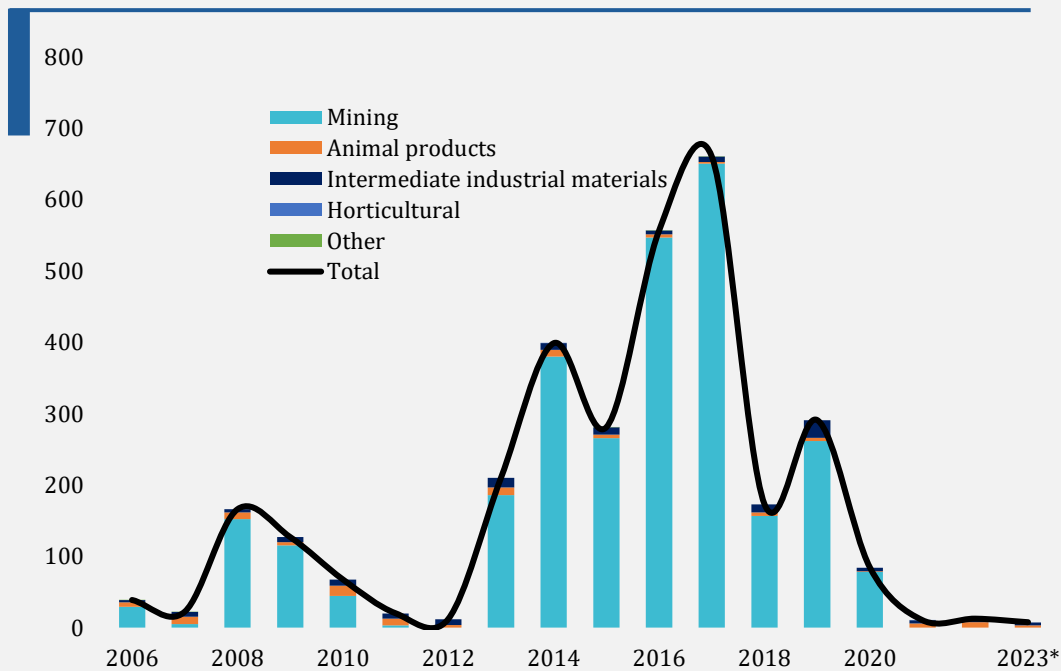
*preliminary

Source: Mongolian Customs General Administration, The Bank of Mongolia

Total exports to the United Kingdom were at their highest in 2016 and 2017 due to increased exports of raw mining products. In 2023, Mongolia exported **7.4 million USD** in goods to the United Kingdom.

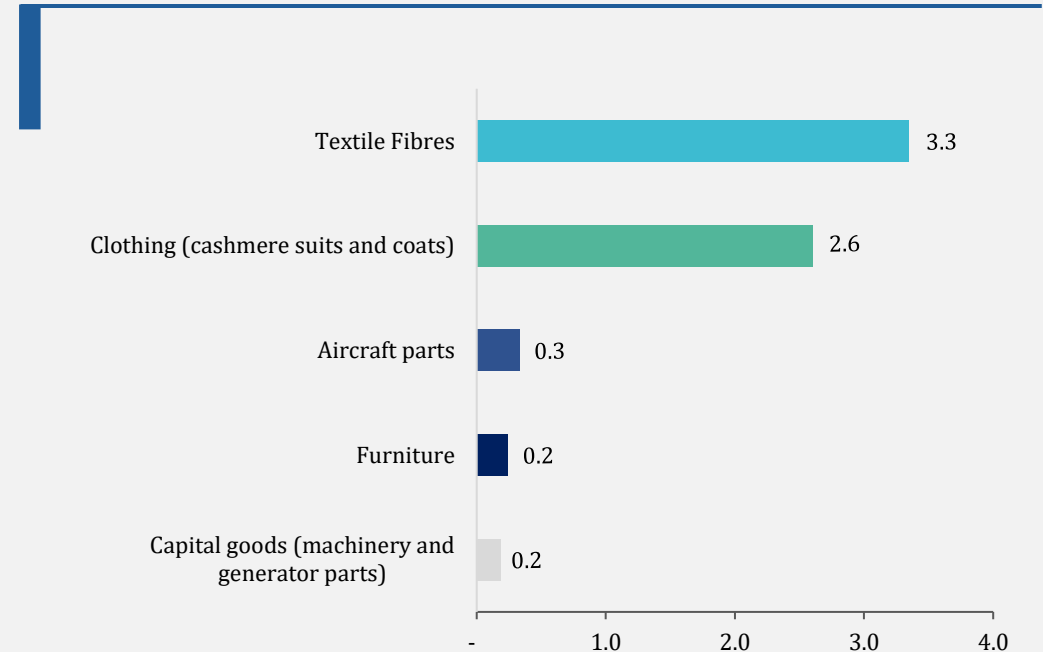
- ❖ **Non-monetary gold** used to account for **90** percent of mining exports to the United Kingdom.
- ❖ Today exports to the United Kingdom mainly consist of **cashmere wool and cashmere products**.

Export structure, million USD

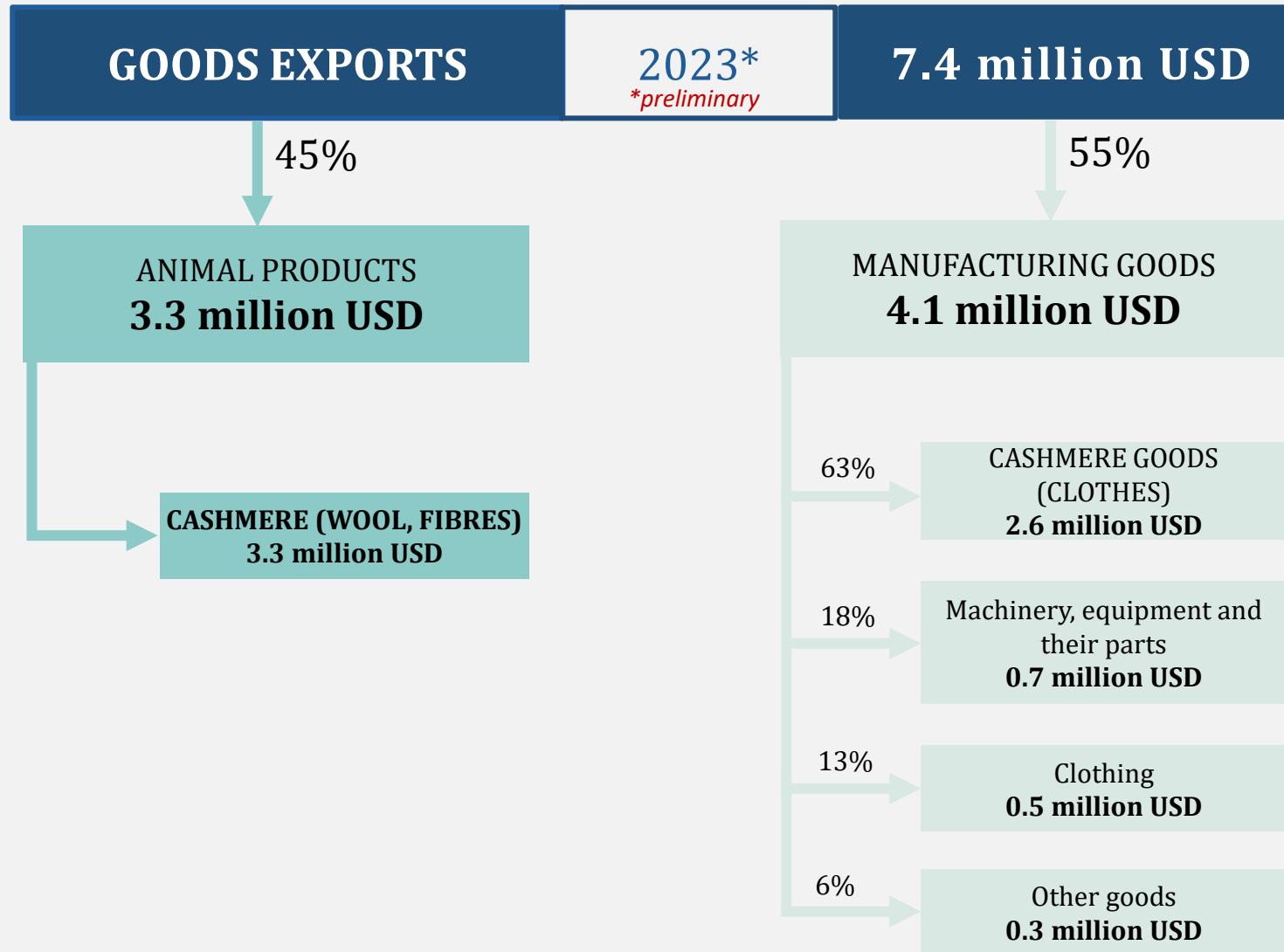


*preliminary

Top goods exported from Mongolia to UK, million USD (2023)

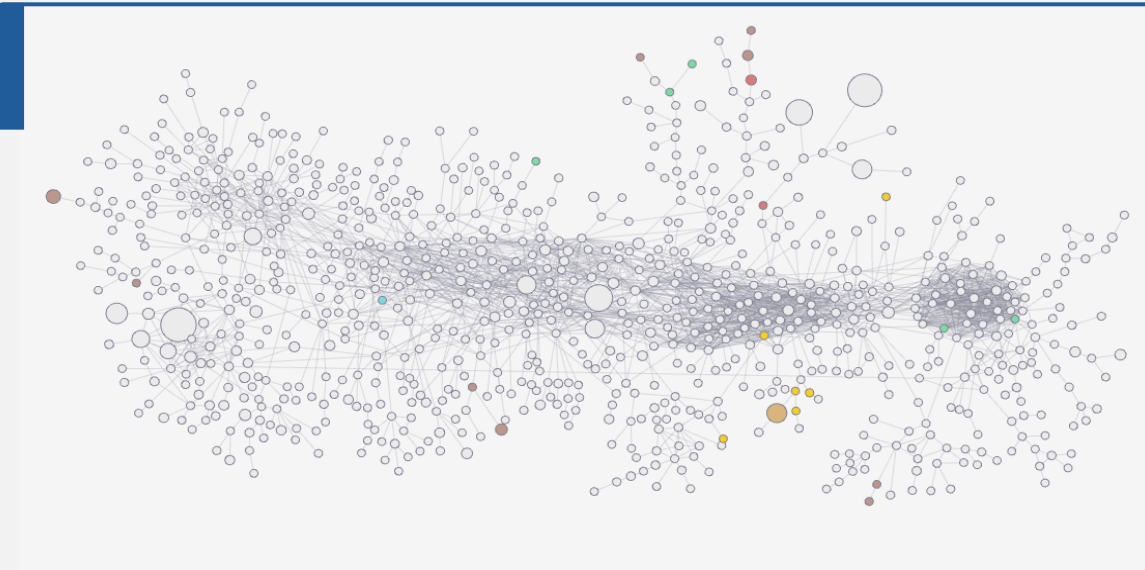


Source: Mongolian Customs General Administration, The Bank of Mongolia

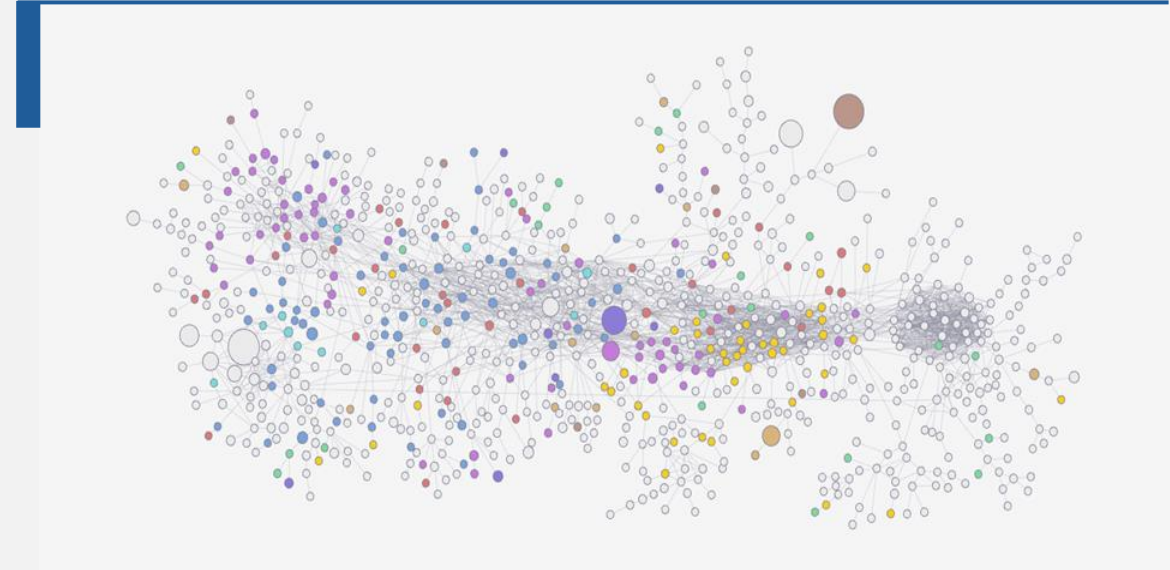


Source: Mongolian Customs General Administration, The Bank of Mongolia

Mongolian's export product space (2021)



United Kingdom's export product space (2021)



Source: Atlas of economic complexity

❖ Mongolia's export product space network, having a few colored hubs located primarily in the periphery, illustrates that the exports of processed goods are scarcely developed, and export diversification is poor.

❖ United Kingdom's export product space network demonstrates a high level of diversification with all kinds of colored dots (products) located towards the center (processed). United Kingdom's main export products are cars, machinery, equipment, and chemical production.

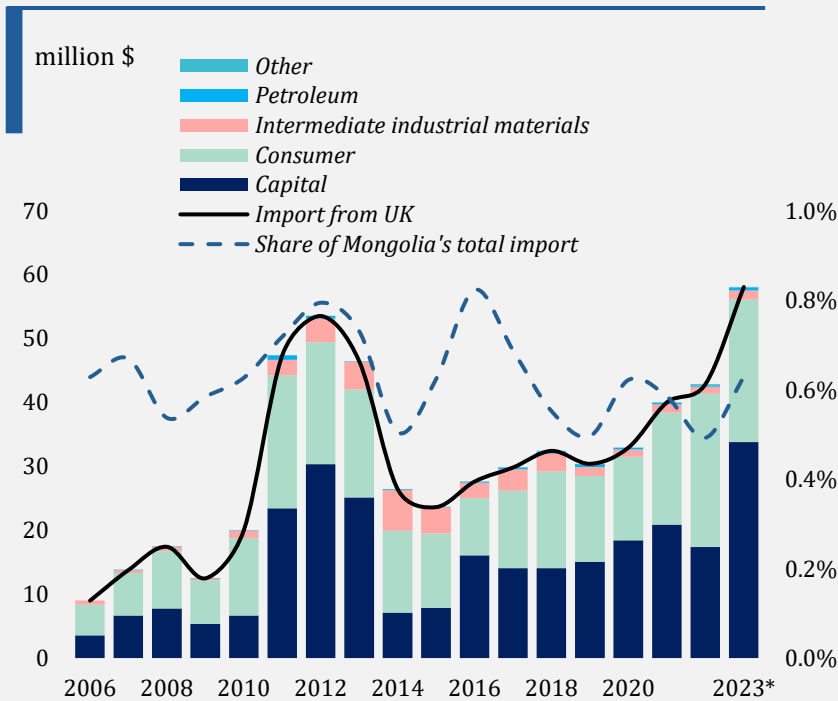
IMPORTS



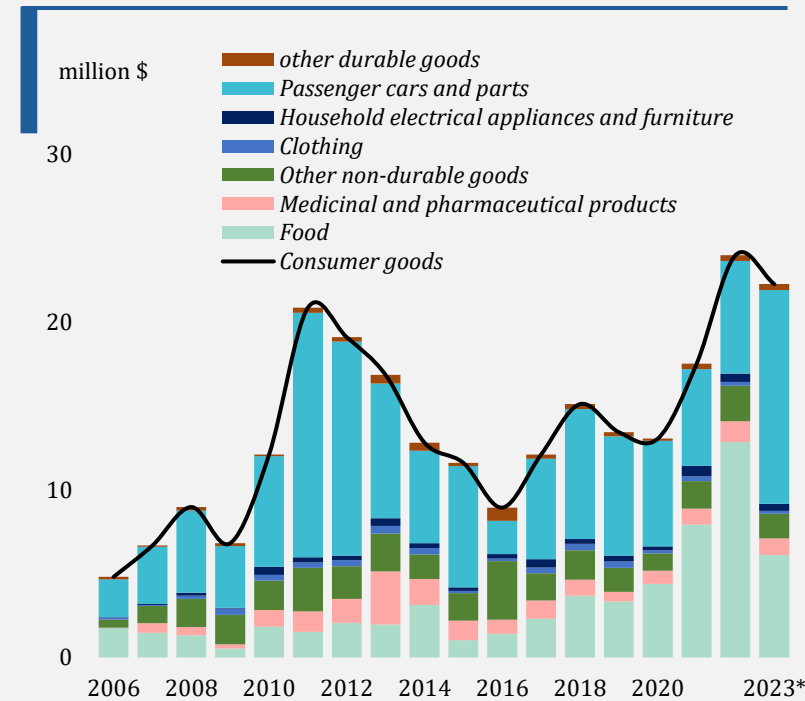
In 2023, Mongolia's imports from the United Kingdom **reached 58.1 million USD**. Mongolia mainly imports **consumer and capital goods** from the UK.

- ❖ Imports from the UK have gradually increased since 2014.
- ❖ In 2023, imports from the UK **increased by 35 percent** year-on-year, mainly due to increase in imports of machinery.

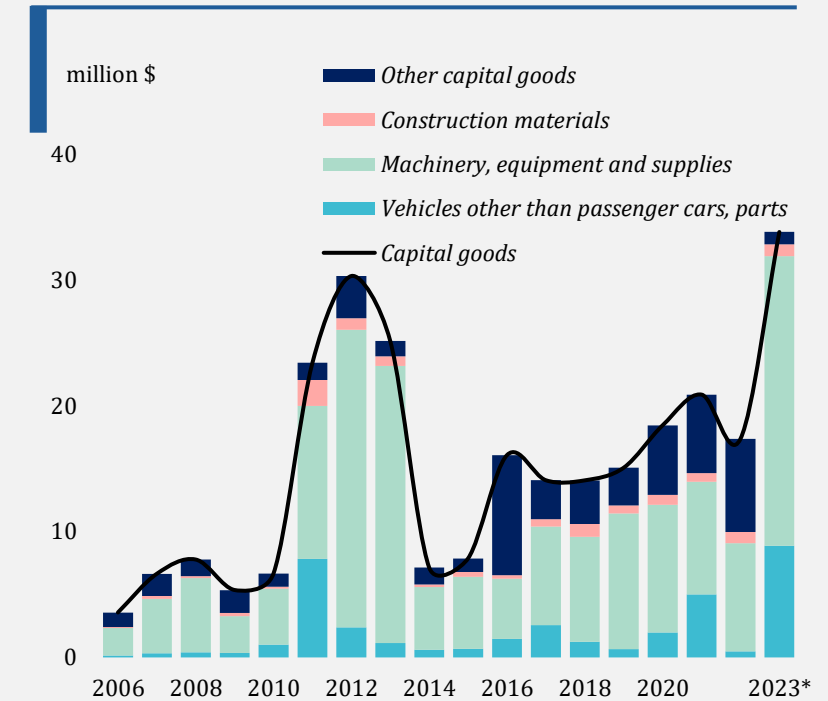
Import structure, million USD



Consumer goods, million USD



Capital goods, million USD



Source: Mongolian Customs General Administration, The Bank of Mongolia

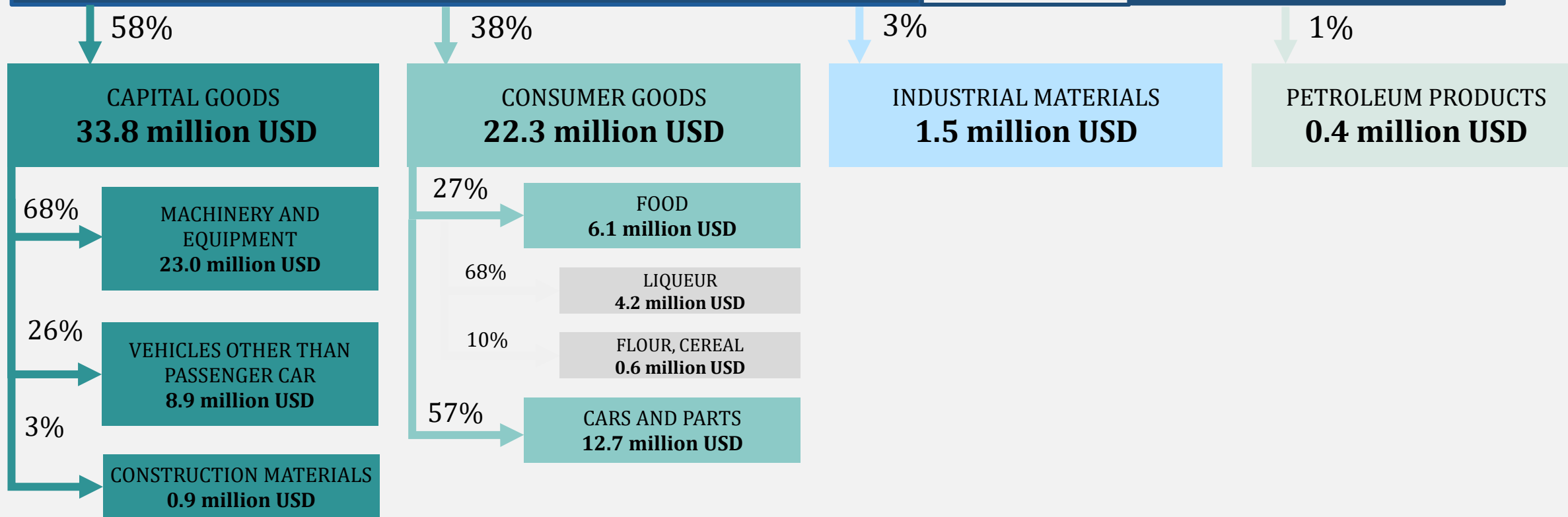
Imports from the United Kingdom



GOODS IMPORTS

2023*
**preliminary*

58.1 million USD



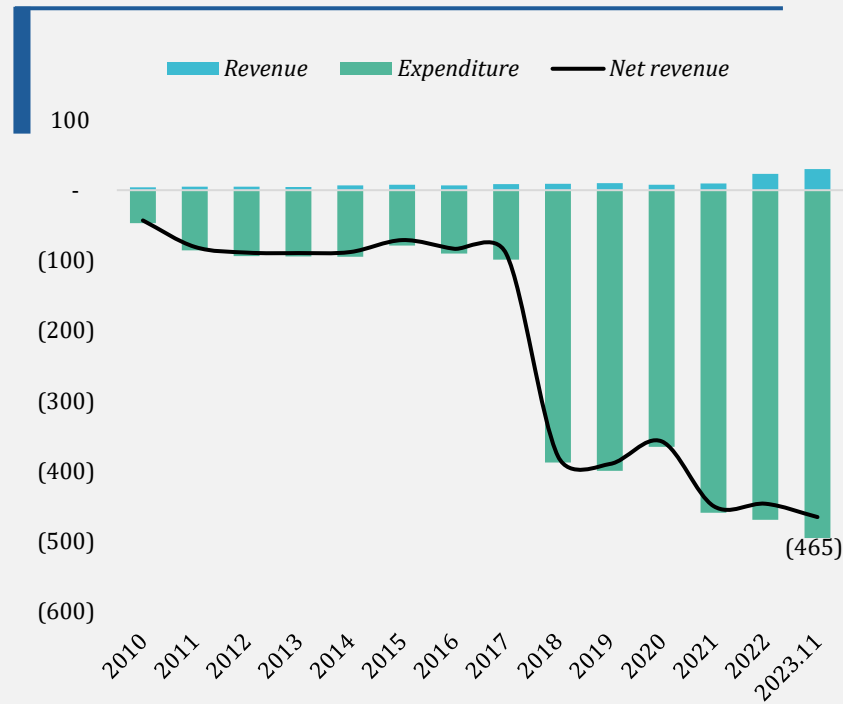
Source: Mongolian Customs General Administration, The Bank of Mongolia



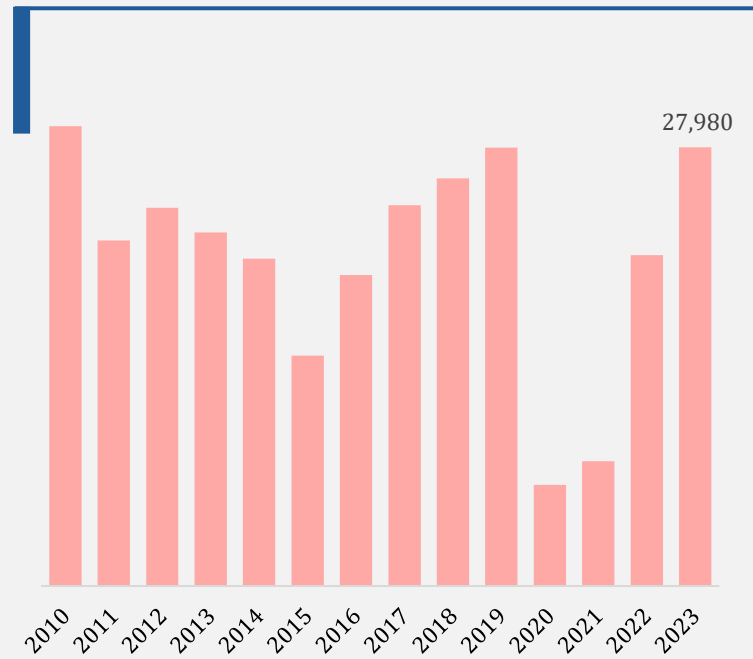
The net revenue of educational services by November 2023 is 465 million USD.

- ❖ As of the first 11 months of 2023, there are 27,980 Mongolian nationals studying overseas and 302 are enrolled at the United Kingdom's universities.

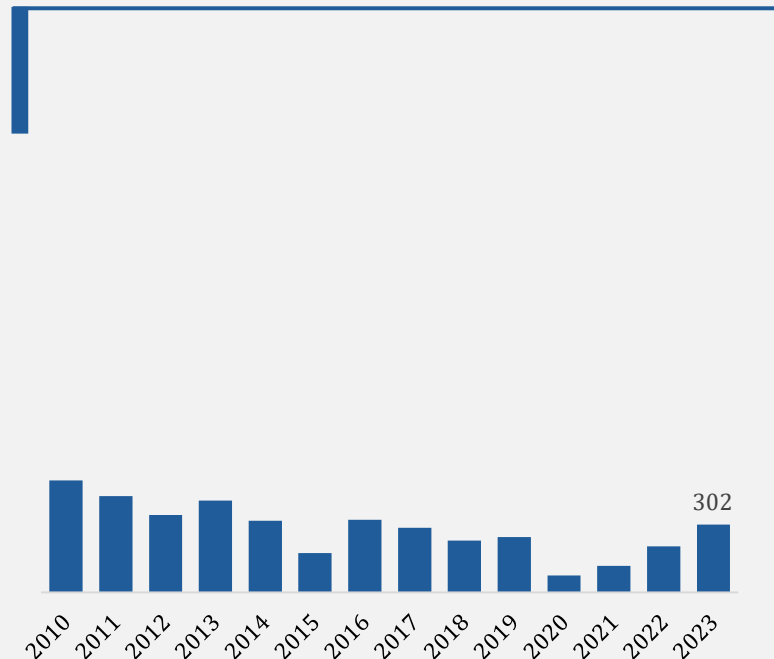
Educational services revenue and expenditure, million USD



Number of students studying abroad



Number of students studying in UK



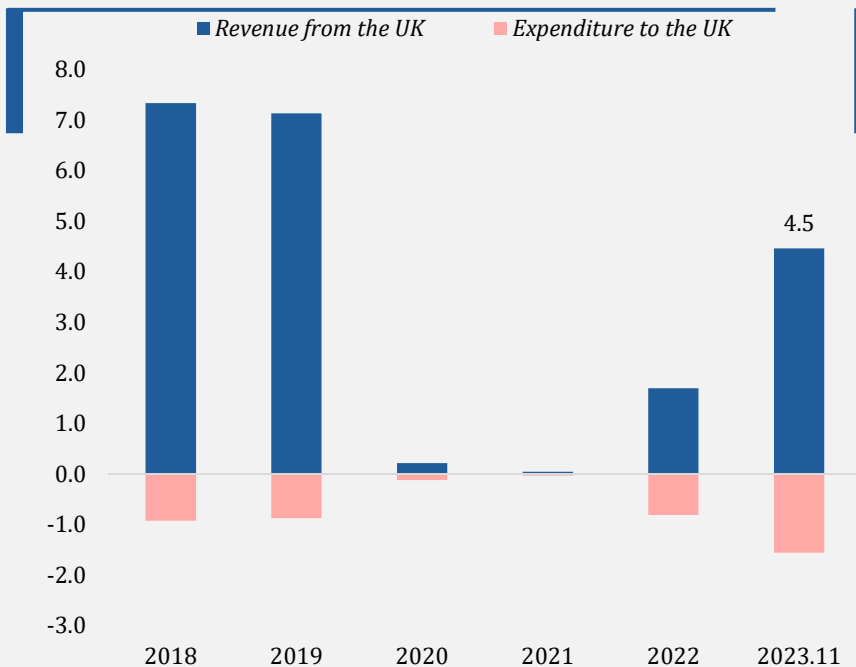
Source: General Authority for Border Protection, The Bank of Mongolia



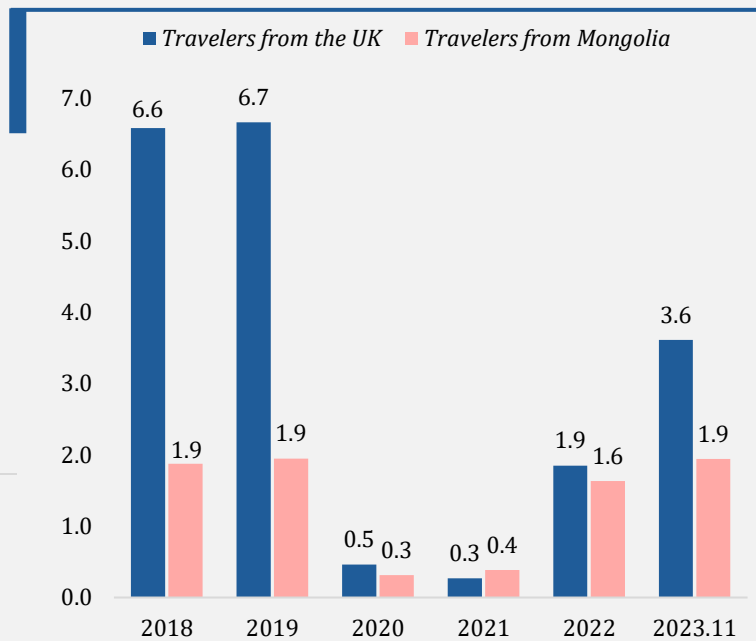
After the COVID-19 pandemic, the number of tourists traveling between the two countries has gradually recovered. In the first eleven months of 2023, a total of 3,610 tourists arrived from the United Kingdom to Mongolia, and 1,941 tourists from Mongolia visited the United Kingdom.

❖ The UK tourists spent a total of 4.5 million USD.

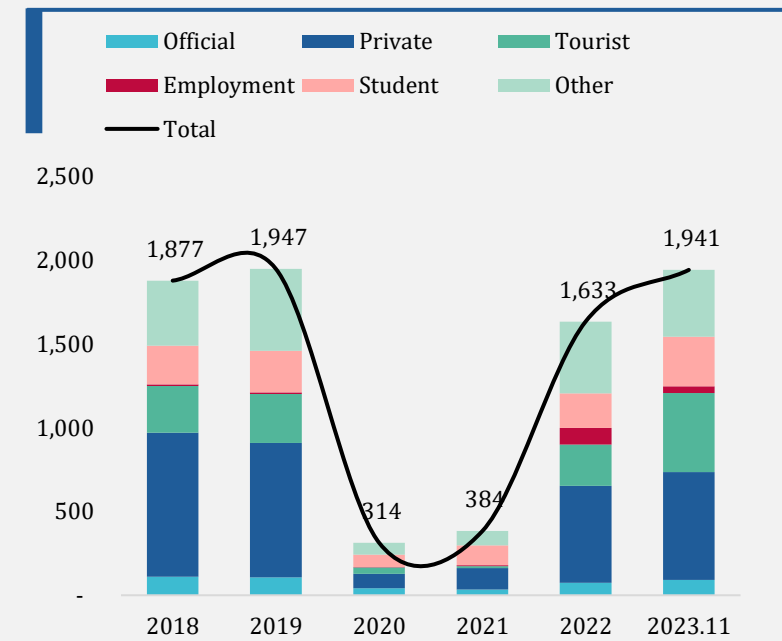
Tourism revenue and expenditure of Mongolia, million USD



Travelers between the two countries, thousands



The number of Mongolian citizens who traveled to the UK, by purpose



Source: General Authority for Border Protection, The Bank of Mongolia

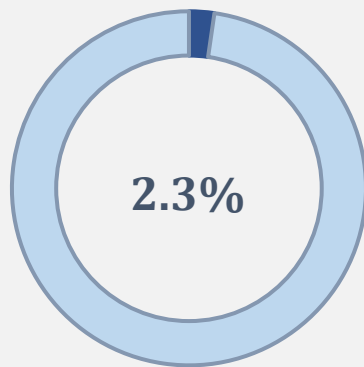


In the 3rd quarter of 2023, Mongolia's direct investment reached **29.8 billion USD**, of which **2.3% or 684 million USD** is related to the United Kingdom.

Direct investment 684 million USD

❖ Foreign direct investment in total is 29,752 million USD

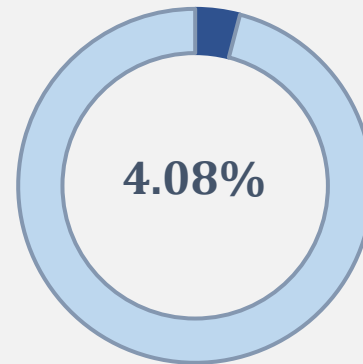
*Foreign direct investment position
(3rd quarter of 2023)*



Direct investment inflow 28 million USD

❖ Foreign direct investment inflow in total is 689 million USD

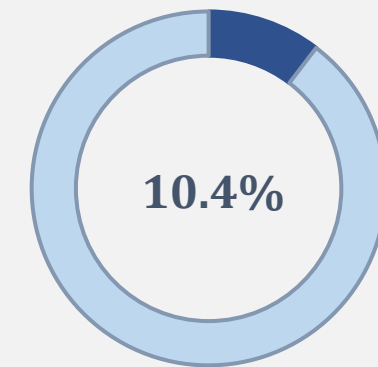
*Foreign direct investment inflow
(3rd quarter of 2023)*



Portfolio investment 352 million USD

❖ Portfolio investment position in total is 3,392 million USD

*Portfolio investment position
(3rd quarter of 2023)*



Source: The Bank of Mongolia

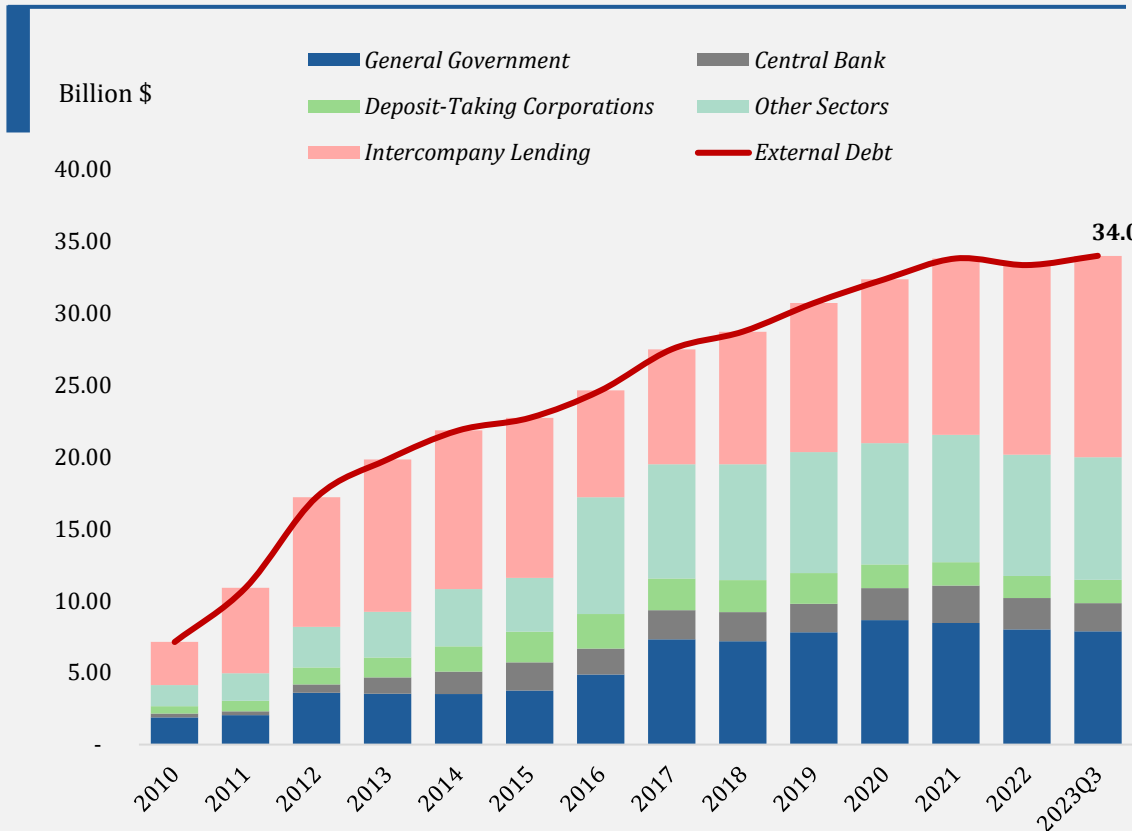
EXTERNAL DEBT



At the end of the 3rd quarter of 2023, Mongolia's outstanding external debt totaled 33,991 million USD.

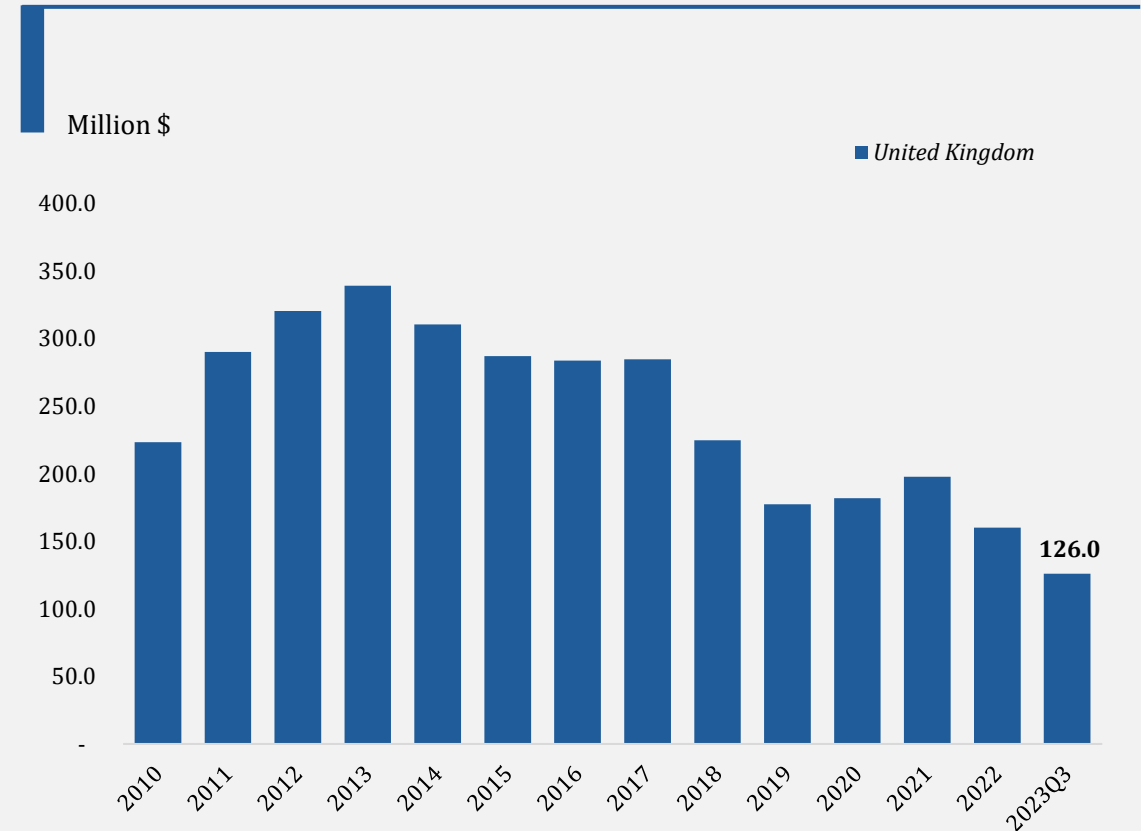
❖ A total of 126 million USD are owed to Mongolian entities and individuals from the United Kingdom.

External Debt of Mongolia

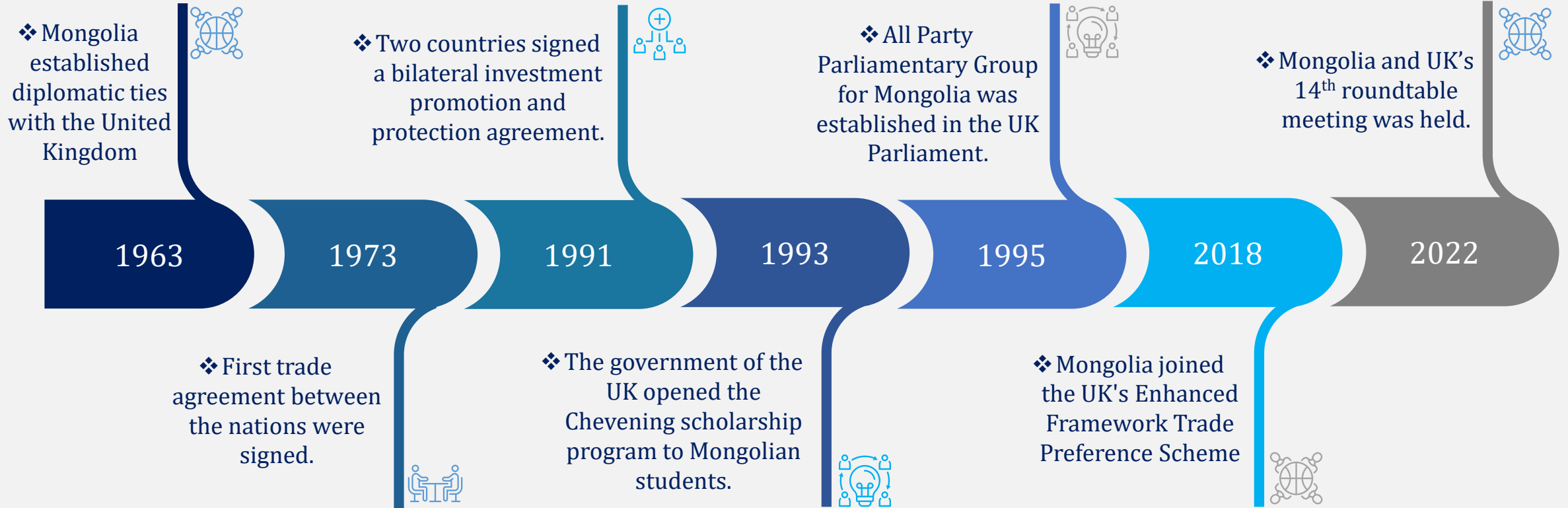


Source: The Bank of Mongolia

External Debt of Mongolia from the United Kingdom



Source: The Bank of Mongolia





Thank You



Монголбанк/
Монгол Улсын Төв Банк



11-327088



bom_external
@mongolbank.mn



Baga Toiruu-3, 15160
Ulaanbaatar-46, Mongolia